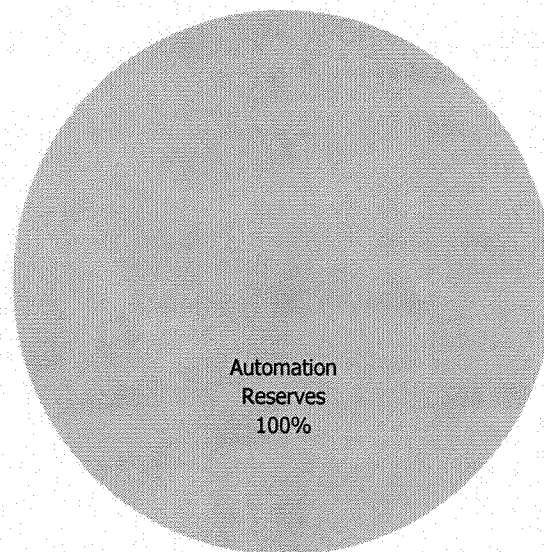


PURPOSE

To implement a new enterprise financial system that will enhance the ability of the County to provide comprehensive financial information to the public and other stakeholders in a timely manner.

<u>Financial Summary</u>	<u>2005-06 Budget</u>	<u>2005-06 Projected</u>	<u>2006-07 Requested</u>	<u>2006-07 Recommended</u>	<u>Change From 2005-06</u>
Services and Supplies	\$ 123,129	\$ 123,129	\$ 0	\$ 0	\$ (123,129)
Fixed Assets	60,000	60,000	0	0	(60,000)
**Gross Expenditures	\$ 183,129	\$ 183,129	\$ 0	\$ 0	\$ (183,129)
 General Fund Support (G.F.S.)	 \$ 183,129	 \$ 183,129	 \$ 0	 \$ 0	 \$ (183,129)

Source of Funds

COUNTY ADMINISTRATOR'S COMMENTS AND RECOMMENDATIONS

The purpose of this budget was to implement a new Enterprise Financial System (EFS). Both Phase I (financials) and Phase II (human resources and payroll) have been successfully implemented over the past few years. Phase 1 went "live" in January 2005 and Phase II went "live" in January of 2006. As such, this Fund Center will be closed out for fiscal year 2006-07.

The original budget for implementing this new system was approximately \$16 million. The budget included all aspects of the project including hardware, software, staff, consulting consultant time and training. It is estimated that at the end of the current fiscal year a balance of approximately \$500,000 will remain. This balance is recommended to be placed into automation reserves to help fund a new budget system that was originally part of the EFS project but was postponed due to system limitations. Staff is researching different budget systems to find one that will work for us. A recommendation for a new budget system will be made sometime in the next fiscal year.

Although the new EFS is operational, system maintenance, system upgrades and training will be on going. These maintenance costs have been shifted back to the departments that now have these responsibilities and recommended funding is included in their budgets for fiscal year 2006-07. The majority of these expenses are found in the Information Technology Department, Auditor-Controller's Office and Human Resources. The estimated costs for staff and equipment to maintain the system for next fiscal year is approximately \$2.6 million.